GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:934
ANSWERED ON:17.08.2007
FEE FOR ISSUING NOC
Chavda Shri Harisinh Pratapsinh

Will the Minister of FINANCE be pleased to state:

(a) whether the Nationalised Banks and Co-operative Banks are still charging fee for issuing No Objection Certificate (NOC) to the farmers for loan;

(b) if so, the details thereof and reasons therefor;

(c) the action taken so far by the Government during the last year till date for not following the norms in issuing NOC by the Nationalised Banks and Cooperative Banks in Gujarat; and

(d) the outcome thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (d): Reserve Bank of India, vide Circular dated 30 April 2007, has issued instructions to the Chairman & Managing Director/Chief Executive Officer of All Scheduled Commercial Banks (including Regional Rural Banks) that banks may dispense with the requirement of No-Due Certificate for small loans upto Rs.50,000/-to small & marginal farmers, share croppers and the like and, instead, obtain self-declaration from the borrower.